Building Prosperity for Everyone: Equity in a Changing America

King County, WA November 13, 2012

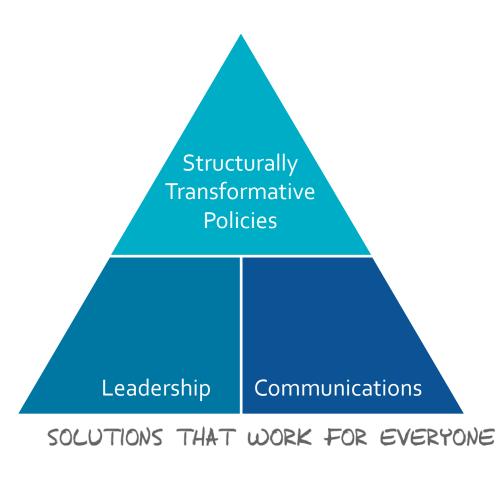


The Center for Social Inclusion

Ideas

Leadership

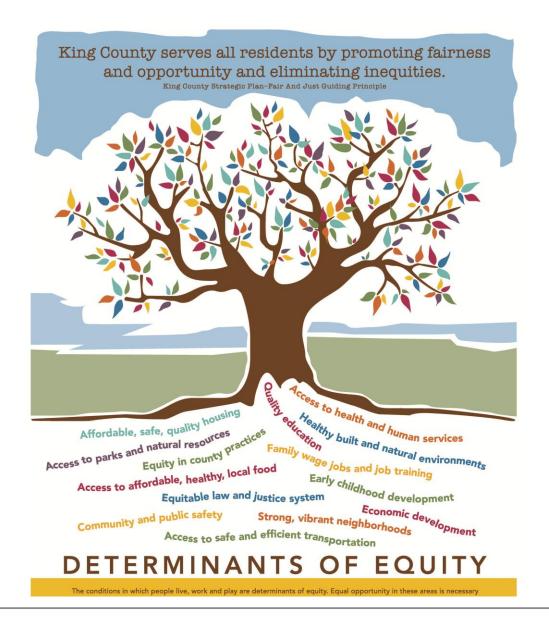
Communications





Structural Inclusion







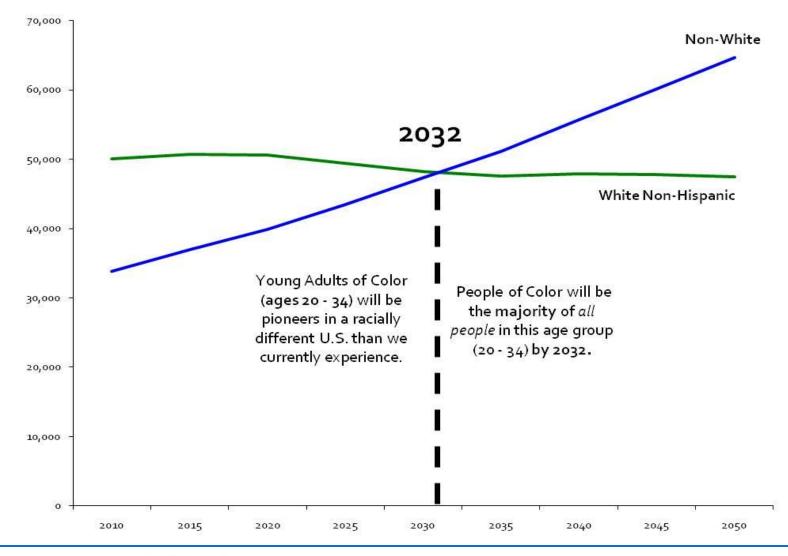
Equity: A growth model

- Growth in 74 US regions in '80s included reducing poverty. Manuel Pastor and others, Regions That Work: How Cities and Suburbs CanGrow Together (Minneapolis: University of Minnesota Press, 2000).
- '94-'04 growth in 118 regions (size of NE OH) included racial inclusion and income equality, positively correlated with employment, output, productivity, and per capita income. Randall Eberts, George Erickcek, and Jack Kleinhenz, "Dashboard Indicatorsfor the Northeast Ohio Economy: Prepared for the Fund for Our EconomicFuture." Working Paper 06-05 (Federal Reserve Bank of Cleveland, 2006), available athttp://www.clevelandfed.org/Research/workpaper/2006/wp06-05.pdf.
- The regions with stronger economies in CA have good immigrant integration. And immigrants contribute to more rapid GDP growth in a metro region. http://www.huffingtonpost.com/manuel-pastor/california-

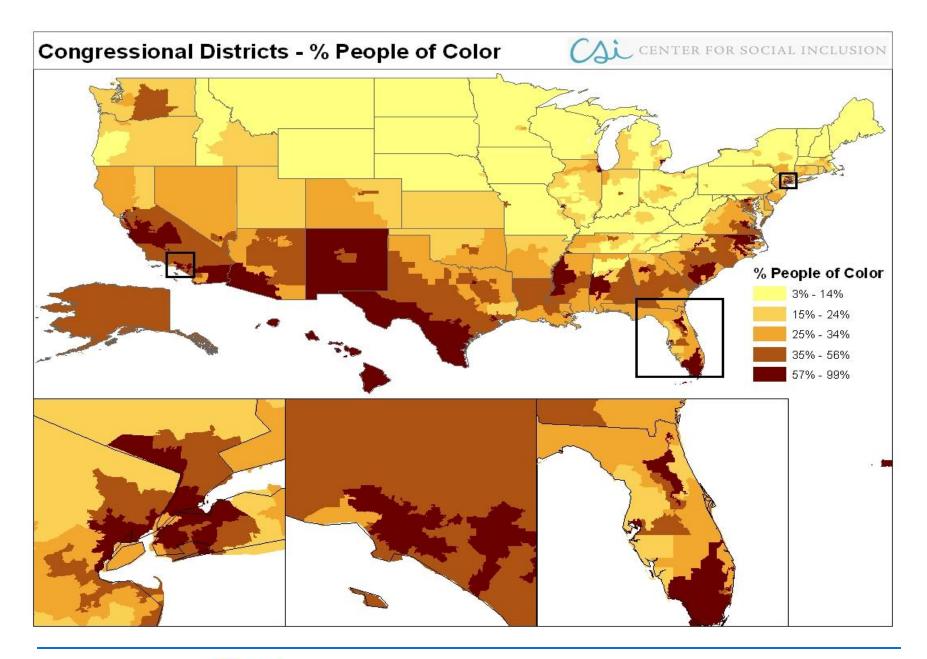
immigration_b_1891791.html



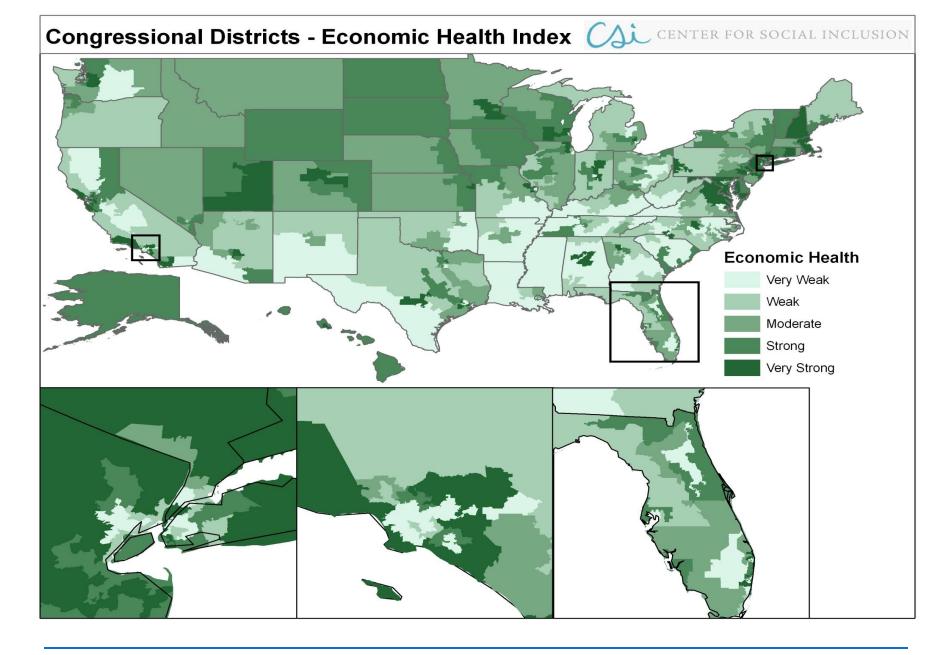
The country is turning brown





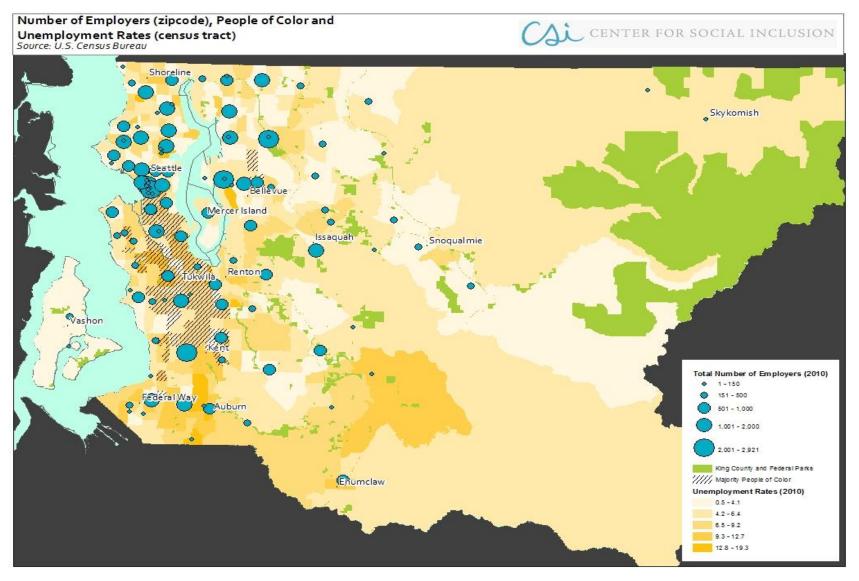








Employers are Located near Whiter Communities with Low Unemployment



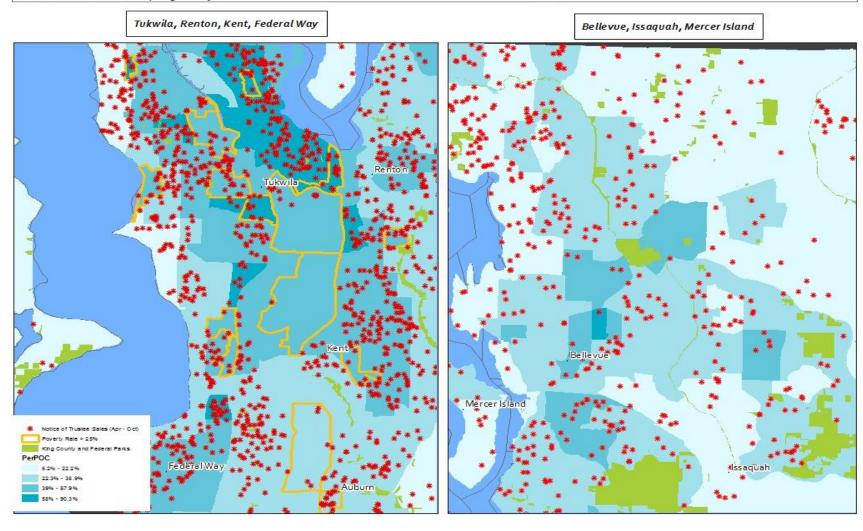


Notice of Trustee Sales hit Communities of Color the Hardest

Notice of Trustee Sales (Apr 2012 - Oct 2012), Communities of Color and Population in Poverty

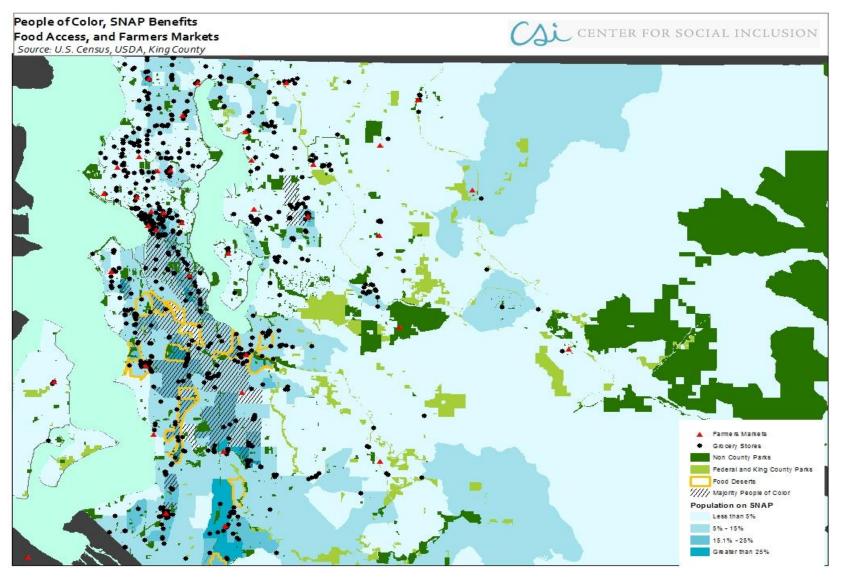


Source: U.S. Census Bureau, King County

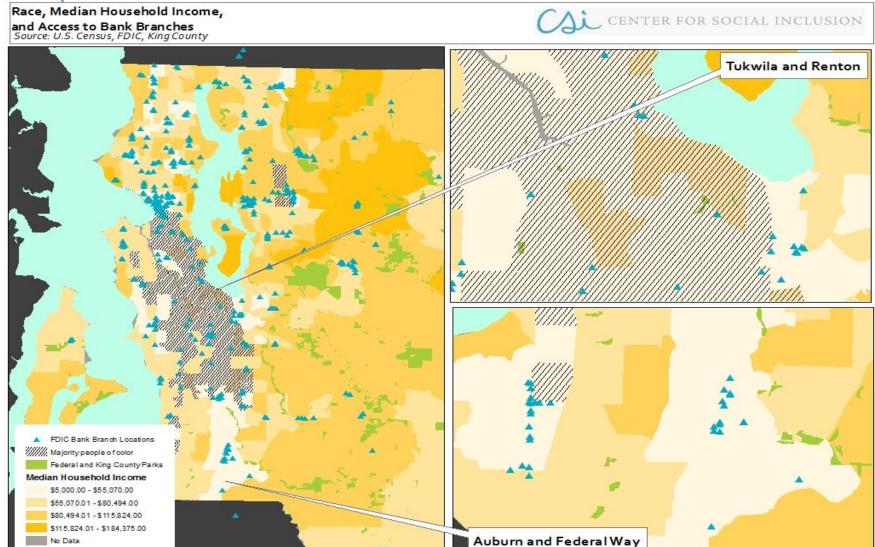




Challenge: SNAP Recipients are Located Further from Grocery Stores

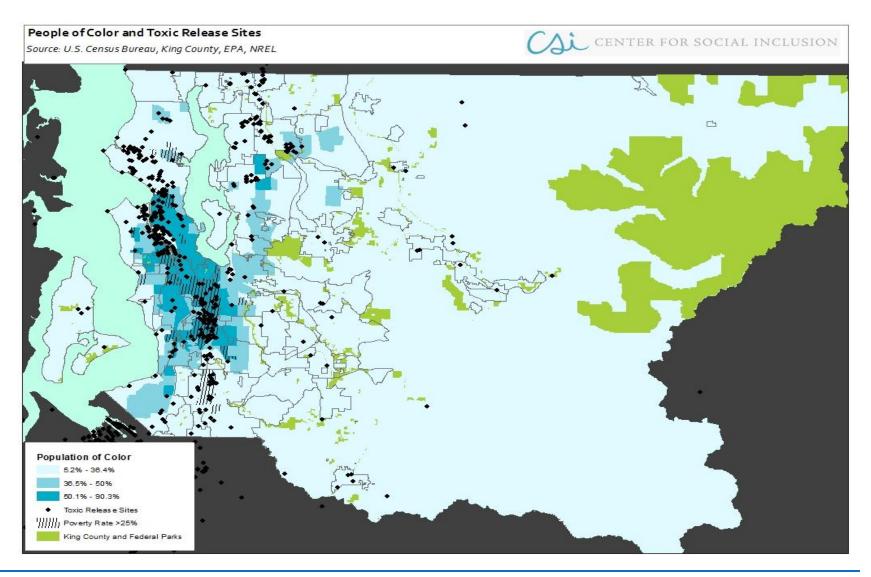


People of Color Have Less Access to Bank Locations

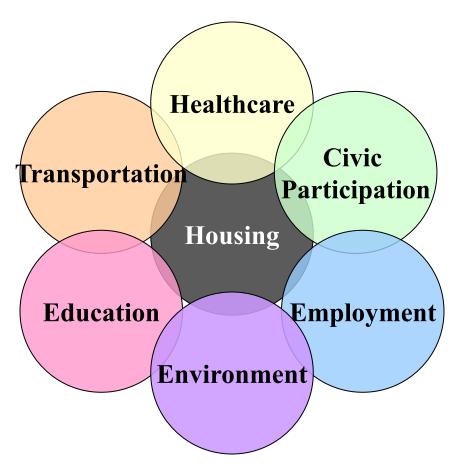




More Environmental Hazards are Located Near People of Color



Structural Racialization Defined

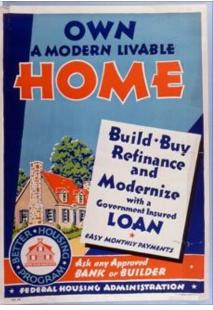


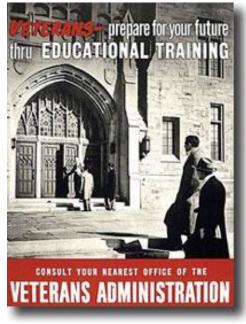
- Multi-institutional (not just institutional racism)
- Policy driven
- Impact on attitudes
- Impact is racialized
- Intent to discriminate not required
- Racial disparities are symptoms



Polices Matter...A LOT!



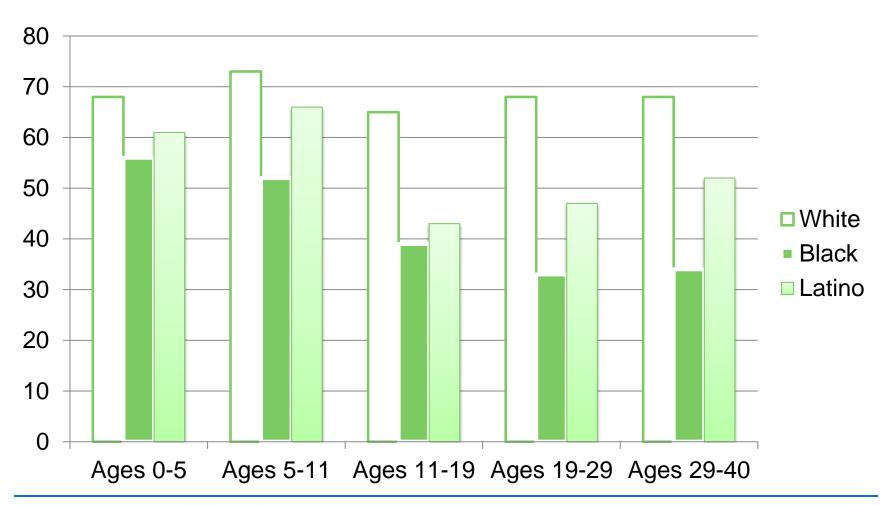






Who Becomes Middle Class?

http://www.brookings.edu/~/media/research/files/papers/2012/9/20%20pathways%20middle%20class%20sawhill%20winship/0920%20pathways%20middle%20class%20sawhill%20winship.pdf



Brand New Research from Prof.Tom Shapiro: Income isn't enough

Biggest wealth gap we've seen in 25 years, across income.

Huge wealth disparity even when comparing lowest 25% of earners.

Homeownership accounts for 40% of the growth in the wealth gap.

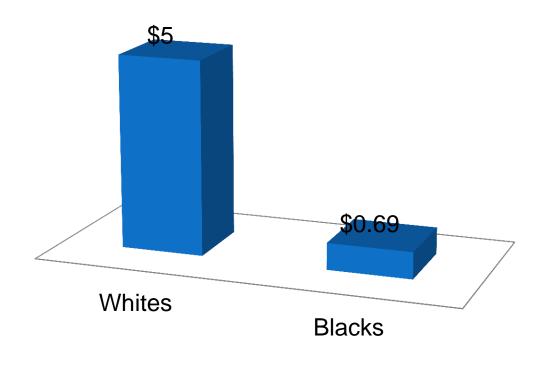
Structural: white Americans buy 5 years sooner and own 26 years, on average, compared to 12 years for Black Americans.

College only accounts for 5% of the gap!

Unemployment only counts for 5% of the gap!

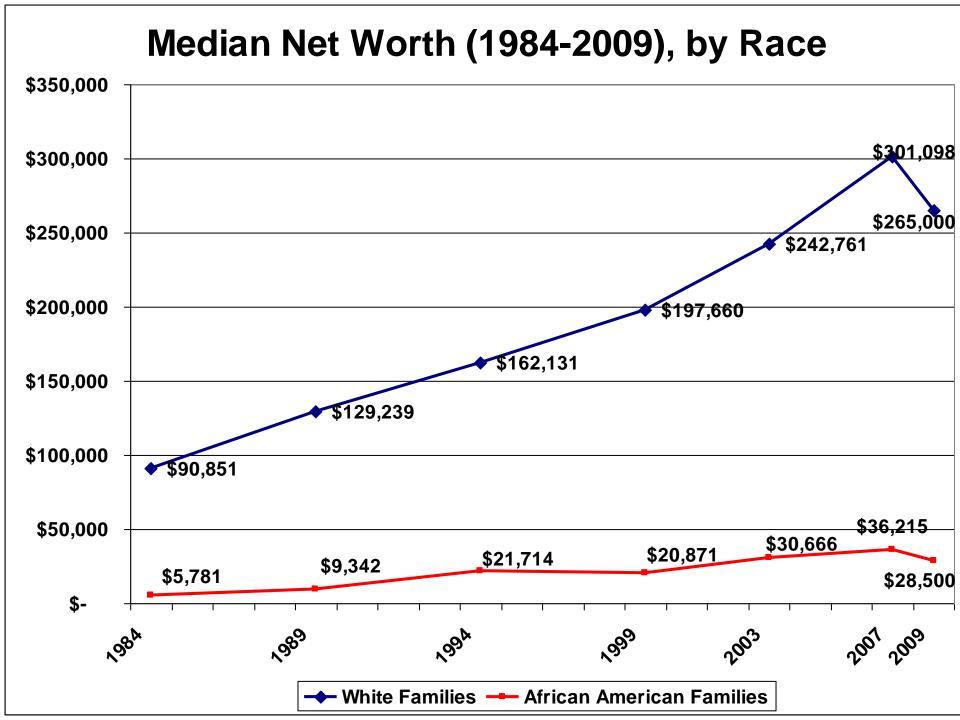
Wealth per \$1 of income

■ Wealth per \$1 of income



Data Source: Panel Study of Income Dynamics1984-2009





Persistent poverty has a color

- More than 70% of Black children who grow up in the poorest 1/4 of American neighborhoods remain in the poorest 1/4 of neighborhoods as adults, compared to 40% of whites. "[A]lmost three out of four black families living in today's poorest, most segregated neighborhoods are the same families that lived in the ghettos of the 1970s. This is true for only 40% of whites." Prof. Pat Sharkey
- Within the last 10 years, the wealth gap between Black families and White families has increased by more than \$95,000.

Shapiro, Thomas et. al. "The Racial Wealth Gap Increases Fourfold." Institute on Assets and Social Policy. May 2010



Race and context matter

- A baby born to a Native American woman with a high school degree is almost 2x as likely to die during the first year of life as a baby born to a Hispanic woman with the same years of education (9.2 vs. 5.3 per 1000 live births)
- A Black man earning less than \$10,000 has a life expectancy at age 25 that is 3 years less than a White man earning the same income
- The rate of new AIDS cases among adults/adolescents is 3x higher among Hispanics (26 per 100,000) than the rate among Whites (7 per 100,000).

King County Metro Transit



Low-income & minority County residents



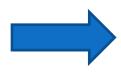
folks w/ithin ¼ mile of transit:



What works? Jacksonville, FL



Businesses getting \$ to relocate to Jacksonfille





Must pay workers 115% of FL average wage

http://ced.berkeley.edu/bpj/2012/08/just-growth-inclusion-and-prosperity-in-americans-metropolitan-regions-by-chrisbenner-and-manuel-pastor



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Maya Wiley Executive Director

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